

23 June 1958

Contract No. BC-450 with Hycon Mfg. Company is a time and material type effective for the period 1 July 1956 through 30 June 1958. The contract is being renewed for the period 1 July 1958 through 30 June 1959.

1st Period - 1 July 1956-31 Jan.1957 - Hourly Rates originally fixed at time of entering into the contract.

3rd Period - 1 July 1957 - 31 Jan. 1958 - " " \$278,483.23

4th Period - 1 Feb.1958 - 30 June 1958 - Fixed Hourly Rates

	<u>Amount Claimed</u>	<u>Amount Paid</u>
Customer No. A	\$183,563.14	\$182,998.93
Customer No. B	8,060.44	8,060.44
Total -	<u>\$191,623.58</u>	<u>\$191,059.37</u>

	<u>Amount Claimed</u>	<u>Disapproved</u>	<u>Suspended</u>	<u>Amount Paid</u>
Customer No.A	\$111,282.54	\$429.69	\$5,000.00	\$105,852.85
Customer No.B	82,596.23	486.43	-0-	82,109.80
TOTAL -	<u>\$193,878.77</u>	<u>\$916.12</u>	<u>\$5,000.00</u>	<u>\$187,962.65</u>

ABSTRACT 204-2

~~SECRET~~

Prior to our considering the amounts paid during the first and fourth periods as final, it is requested that you review the Contractor's records to the extent you feel necessary to enable you to indicate the amounts paid as being correct. In the event the amounts paid are not correct, please advise as to the acceptable amounts and the reasons for non-acceptance or questioning of other amounts. Of course, the hourly rates are fixed as indicated above for these two periods so your audit need not include validity of the rates.

Also, conduct a property audit for the four periods. It is our hope to effect final settlement for the first four periods. Subsequent audit can then be conducted by 6 month periods, thereby enabling us to liquidate surplus funds, if any, on a more timely basis.

Very truly yours,

Dan

DPS/DCI:HL:pf

Distr:

- Orig - [REDACTED] AF Auditor  
2 - BC-450 (Prop.Sec. w/DPS-14424 & SAPC-26696)  
✓ 3 - Finance  
4 - Chrono

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STATINTL

[REDACTED] 6/23/58  
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